

UK INCOME

UK INCOME PORTFOLIO

FACTSHEET MARCH 2024

PORTFOLIO OVERVIEW

Cube Capital's UK Income Portfolio has a long-term investment horizon and takes a balanced exposure to diversified holdings of high-yield blue chip equities and UK fixed income. The portfolio has low turnover as it is focused on sound long-term investments. The portfolio was seeded on 1.10.2022.

The portfolio's objective is to provide income and capital appreciation over the investment time horizon via strategic asset allocation and investment security selection.

The portfolio is unlevered (we do not borrow in order to increase exposure to underlying securities) and does not employ complex derivative securities (options, futures, etc.). Investors' assets are held in their own name in managed accounts with Bank of New York Mellon.

PERFORMANCE – CUMULATIVE

	Mar-24	YTD	Last 6 months	1 Year	Since Inception
UK Income ⁽¹⁾	2.5%	2.0%	5.6%	8.1%	17.4%
Benchmark ⁽²⁾	1.9%	1.4%	5.9%	5.3%	N/a

PERFORMANCE – CALENDAR YEARS

	2023	1.10.2022 to 31.12.2022
UK Income ⁽¹⁾	8.3%	6.3%
Benchmark ⁽²⁾	5.31%	2.5%

Notes: Cube Capital began offering this portfolio in 2023 (1) Portfolio performance relates to the UK Income Portfolio; performance data as provided by Schroder & Co. Limited (Schroders) and Julius Baer and not independently verified. Performance is gross of 1% Cube Capital admin fee but includes 0.6% management fee and custody. Portfolio inception 01 October 2022. (2) Source: STEPS Enhance Low Risk Benchmark which is independently compiled by Enhance Group. Returns to 31 March 2024.

Past performance is not necessarily a guide to future performance. The value of investments and the income of any financial instruments mentioned in the factsheet may fall as well as rise, and investors may get back less than the amount originally invested. Fluctuations in exchange rates may have a positive or an adverse effect on the value of foreign-currency denominated securities and financial instruments. Certain investments involve an above-average degree of risk and should be seen as long-term in nature. The investment products and services described in the factsheet may have tax consequences. Any tax reliefs referred to are those currently available and their value depends on the circumstances of the individual investor. You acknowledge that levels and bases of taxation may change, and that Cube Capital Limited does not provide tax advice. You should consult your own tax advisor in order to understand the tax consequences of the products and services described in the factsheet.

KEY FACTS

Benchmark ⁽²⁾	STEPS Enhance Low Risk
Base Currency	GBP
Exit Charge	None
Fees (including all dealing and custody fees)	Total Expense Ratio 1.5%
Risk Rating	Low Risk

INVESTMENT TEAM

PAUL SEDGWICK FCSI

Paul spent 25 years within the trading and research divisions of some of the leading Global Investment banks and has a strong knowledge of risk management as well as all asset classes from equities, derivatives and credit. He has broad experience on both the customer and principle sides of the industry. With senior roles at S. G. Warburg, Schroder, Citibank and HSBC he has a comprehensive understanding of the workings of the financial markets and has been called upon to provide detailed analysis and commentary on market conditions by many internal divisions and external clients over the years.

Paul's investment banking career has made him famous for being a safe pair of hands. Paul has been well known for a number of landmark deals including the launch of BT's public share offering, which he priced, and he was responsible for the largest bought deal at the time by an investment bank when BAE sold five per cent of Orange in 1998.

Paul's most senior role within Citibank was to create and manage the special situations investment team. Paul presents his opinions on CNBC television and Bloomberg radio in feature interviews. He was a co-host for ShareRadio's financial breakfast show for several years. Paul is asked to cover a wide range of topics in the financial news and the family office industry. Paul has also been asked to speak at Bloomberg conferences, and investment dinners.



HOWARD WELLER

Janet has 16 years of wealth management experience. She has previously worked for major asset management companies in Australia.

She was an Executive Director at UBS Global Asset Management, Sydney, where she was the Head of Equities Trading for Australia and New Zealand.

Since moving to the UK in 2009 she has taken time out to raise her family and in 2014 returned to the workforce.

She has a wealth of experience in portfolio construction, mandate compliance, equities trading, client relationship management and client reporting.

MARKET VIEW

For most asset prices, March was a good month; equities, bonds and commodities all showed gains. The US economy's continued resilience and the anticipation that we are ever closer to easier monetary policy helped support prices. Inflation continues to tick lower, particularly in the UK and Europe, but it is proving harder to nudge lower in the US. The March budget did little to change either the government or the country's fortunes, as there was little in it that was not already anticipated. Capital Markets are showing some signs of life as several new issues have had strong debuts, and there has been some new debt issuance. Earnings season will start in the coming weeks. Estimates for the first quarter have been adjusted lower, as is often the case at the start of the year. However, earnings are still expected to grow by 5% for the S&P 500 year over year. Investors will continue to also focus on the commentary coming from central bankers and jobs data in particular which could well influence interest rate sentiment.

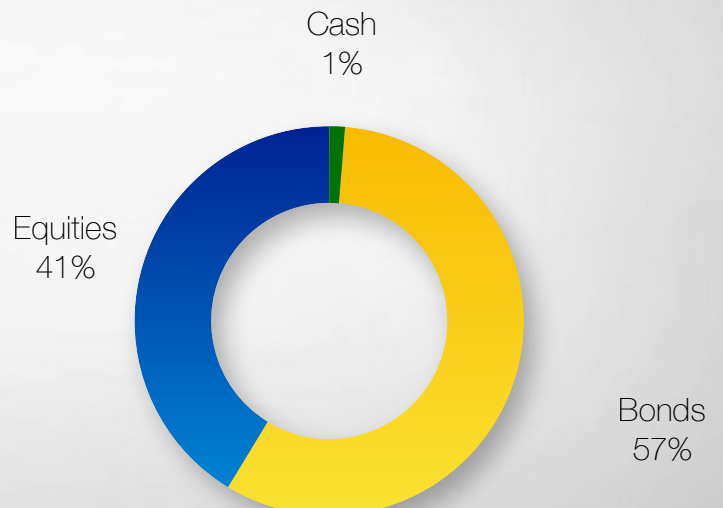
INVESTMENT THESIS

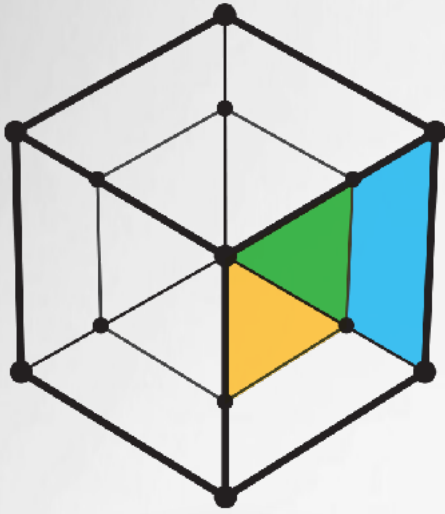
To provide income and modest growth derived from an active approach to investing in the liquid securities of companies with a global reach, robust balance sheets, and attractive dividend policies. The portfolio's exposure is focused on UK equities, UK government bonds and cash.

TOP 5 EQUITY HOLDINGS

Legal & General	7.0%
3i	6.6%
GSK	6.2%
BP	5.4%
National Grid	5.0%

ASSET ALLOCATION





CUBE

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